

House File 653

H-1638

1 Amend House File 653 as follows:

2 1. Page 1, before line 1 by inserting:

3 <Section 1. Section 427A.1, subsection 1, paragraph
4 h, Code 2011, is amended to read as follows:

5 h. Property assessed by the department of revenue
6 pursuant to sections 428.24 to 428.29, ~~or chapters~~
7 ~~433~~, chapter 433 if such property is not owned by
8 a qualifying local exchange carrier, as defined in
9 section 433.16, or chapters 434, 437, 437A, and 438.>

10 2. By striking page 1, line 25, through page 2,
11 line 13, and inserting:

12 <Sec. _____. NEW SECTION. 433.16 Qualifying local
13 exchange carriers — assessment.

14 1. For assessment years beginning on or after
15 January 1, 2012, the property of qualifying local
16 exchange carriers shall be assessed for taxation
17 according to this section. For purposes of this
18 section, "*qualifying local exchange carrier*" means a
19 telecommunications company that provides local exchange
20 service and has less than fifty thousand customer
21 access lines located in this state.

22 2. a. For assessment years beginning on or after
23 January 1, 2012, but before January 1, 2018, the
24 director of revenue shall on or before October 31
25 of each year and using information from statements
26 required under this chapter or otherwise acquired
27 from the local assessors, determine the value of the
28 qualifying local exchange carrier's land, buildings,
29 structures, and improvements.

30 b. For the assessment years beginning on or after
31 January 1, 2012, but before January 1, 2018, the
32 value of such property shall equal the sum of the
33 value of the qualifying local exchange carrier's land,
34 buildings, structures, and improvements, assessed
35 in the same manner as all other commercial property
36 pursuant to chapters 427, 427A, 427B, 428, and 441, and
37 the qualifying local exchange carrier adjustment for
38 the applicable assessment year.

39 c. The qualifying local exchange carrier base value
40 shall be the total assessed value of the qualifying
41 local exchange carrier's property assessed pursuant
42 to section 433.4, Code 2011, for the assessment year
43 beginning January 1, 2011. However, if the qualifying
44 local exchange carrier adds or disposes of property in
45 an amount exceeding ten percent of the local exchange
46 carrier's total assessed value for the assessment year
47 beginning January 1, 2011, or ten percent of the base
48 value most recently adjusted under this paragraph, the
49 qualifying local exchange carrier's base value shall be
50 adjusted to reflect those additions or dispositions.

1 d. The qualifying local exchange carrier adjustment
2 shall be determined as follows:

3 (1) For the assessment year beginning January 1,
4 2012, the qualifying local exchange carrier adjustment
5 shall equal eighty-five percent of the difference
6 between the qualifying local exchange carrier's base
7 value and the assessed value of the qualifying local
8 exchange carrier's land, buildings, structures, and
9 improvements assessed in the same manner as all other
10 property assessed as commercial property pursuant to
11 chapters 427, 427A, 427B, 428, and 441.

12 (2) For the assessment year beginning January 1,
13 2013, the qualifying local exchange carrier adjustment
14 shall equal seventy percent of the difference between
15 the qualifying local exchange carrier's base value and
16 the assessed value of the qualifying local exchange
17 carrier's land, buildings, structures, and improvements
18 assessed in the same manner as all other property
19 assessed as commercial property pursuant to chapters
20 427, 427A, 427B, 428, and 441.

21 (3) For the assessment year beginning January 1,
22 2014, the qualifying local exchange carrier adjustment
23 shall equal fifty-five percent of the difference
24 between the qualifying local exchange carrier's base
25 value and the assessed value of the qualifying local
26 exchange carrier's land, buildings, structures, and
27 improvements assessed in the same manner as all other
28 property assessed as commercial property pursuant to
29 chapters 427, 427A, 427B, 428, and 441.

30 (4) For the assessment year beginning January 1,
31 2015, the qualifying local exchange carrier adjustment
32 shall equal forty percent of the difference between
33 the qualifying local exchange carrier's base value and
34 the assessed value of the qualifying local exchange
35 carrier's land, buildings, structures, and improvements
36 assessed in the same manner as all other property
37 assessed as commercial property pursuant to chapters
38 427, 427A, 427B, 428, and 441.

39 (5) For the assessment year beginning January 1,
40 2016, the qualifying local exchange carrier adjustment
41 shall equal twenty-five percent of the difference
42 between the qualifying local exchange carrier's base
43 value and the assessed value of the qualifying local
44 exchange carrier's land, buildings, structures, and
45 improvements assessed in the same manner as all other
46 property assessed as commercial property pursuant to
47 chapters 427, 427A, 427B, 428, and 441.

48 (6) For the assessment year beginning January 1,
49 2017, the qualifying local exchange carrier adjustment
50 shall equal ten percent of the difference between the

1 qualifying local exchange carrier's base value and
2 the assessed value of the qualifying local exchange
3 carrier's land, buildings, structures, and improvements
4 assessed in the same manner as all other property
5 assessed as commercial property pursuant to chapters
6 427, 427A, 427B, 428, and 441.

7 3. For valuations established on or after January
8 1, 2018, the local assessor shall determine the value
9 of the land, buildings, structures, and improvements of
10 qualifying local exchange carriers in the same manner
11 as all other property assessed as commercial property
12 pursuant to chapters 427, 427A, 427B, 428, and 441,
13 and all reporting, protest, and appeal procedures for
14 qualifying local exchange carriers shall be determined
15 according to those provisions.

16 4. Notwithstanding any other provision of this
17 chapter or chapter 427, 427A, 427B, 428, or 441 to
18 the contrary, telephone wires, fiber optic cables,
19 electronics, and similar items used by qualifying local
20 exchange carriers to transmit sounds or data shall not
21 be included when determining the value of a qualifying
22 local exchange carrier's land, buildings, structures,
23 and improvements for purposes of this section.>

24 3. By renumbering as necessary.

BYRNES of Mitchell